

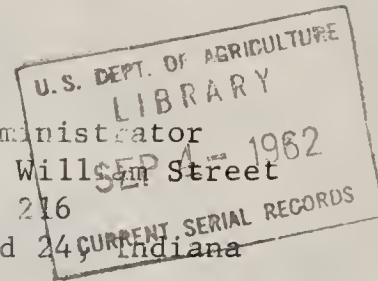
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SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Federal Order No. 31
U. S. Department of Agriculture
Agricultural Stabilization and Conservation Service
Telephone: Atlantic 8-2571

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Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VI, No. 8

August 1962

JULY BASE PRICE \$3.79

Dairy farmers will receive a base price of \$3.79 for July 1962 deliveries of Grade A base milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order. The base price is based upon a butterfat test of 3.5 percent, and will be adjusted by a differential of 7 cents for each one tenth percent that tests vary above or below the 3.5 percent standard. This price is 26 cents less than the base price of July 1961.

JULY EXCESS PRICE \$2.90

July 1962 deliveries of Grade A excess milk to handlers under the South Bend-LaPorte-Elkhart, Indiana, milk order will be paid for at the rate of \$2.90 per hundredweight for 3.5 percent milk, and adjusted by the same differential of 7 cents as is used for base milk. These minimum prices are subject to a 4 cent per hundredweight marketing service deduction, together with the authorized hauling charge. For comparative purposes, a uniform price of \$3.71 per hundredweight was computed, which is 17 cents more than the June 1962 computed uniform price and 24 cents less than the computed uniform price of July 1961.

PRODUCER RECEIPTS

There was a sharp drop of 10 percent in producer receipts from the June delivery period. There was also a decrease of 1.5 percent from July 1961. For the past few months, production was ahead of the previous year, but this month the opposite has occurred. Average daily herd production is 10 pounds higher than in July 1961, but is 76 pounds per day less than in June 1962. Class I utilization of producer receipts was almost 70 percent, which is 3.5 percent more than in June 1962, but about the same as last July.

CLASS I SALES

A decline of almost 6 percent in Class I sales from June is about normal for the summer vacation months. Sales are expected to be low in August, and then make a sharp increase in September. Unseasonably cool weather in this area this year might have some effect on Class I sales. Class I sales are down about 2 percent from a year ago.

CLASS I PRICE

The Class I price for the August 1962 delivery period will be \$4.29 per hundredweight for 3.5 percent milk. This price was computed by adding \$1.30 per hundredweight to the basic formula price (\$3.03) and subtracting the 4 cent supply-demand adjustment. The supply-demand adjustment for the September delivery period will be a minus 4 cents.

ORDER NO. 31 PRICES

Class Prices and Uniform Prices Per Cwt. for 3.5% Milk
Average Prices For The Years 1953-1959 And By Months From 1960 To Date

UNIFORM PRICES

Year and Month	Differ- ential	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>B. F.</u>	
		Supply Demand	Milk Price	Differ- ential	Milk Price	Milk Price	Milk Price	Differ- ential	
1953	\$ 1.10	\$ - .105	\$4.370	\$ --	\$ --	\$3.141	\$4.107	\$.079	
1954	1.10	- .243	3.930	--	--	2.874	3.636	.072	
1955	1.10	- .134	4.000	--	--	3.018	3.785	.069	
1956	1.22	- .049	4.277	--	--	3.118	4.005	.071	
1957	1.10	- .177	4.060	.59	3.688	3.126	3.833	.071	
1958	1.08	- .118	3.980	.60	3.611	3.009	3.777	.070	
1959	1.10	+ .075	4.188	.60	3.608	3.018	3.966	.072	
1960									
Jan.	\$ 1.10	\$ - .04	\$4.21	\$.70	\$3.85	\$3.13	\$3.96	\$.070	
Feb.	1.10	- .06	4.17	.70	3.83	3.12	3.95	.070	
Mar.	.90	- .06	3.96	.45	3.57	3.09	3.78	.070	
Apr.	.90	- .06	3.93	.45	3.54	3.03	3.72*	.070	
May	.90	- .02	3.91	.45	3.48	3.00	3.59*	.070	
June	.90	+ .02	3.92	.45	3.45	3.00	3.63*	.070	
July	1.10	- .04	4.06	.45	3.45	3.01	3.83*	.070	
Aug.	1.30	- .06	4.25	.70	3.71	3.08	4.07	.071	
Sept.	1.30	.00	4.38	.70	3.78	3.20	4.19	.074	
Oct.	1.30	+ .06	4.56	.70	3.90	3.31	4.28	.073	
Nov.	1.30	+ .12	4.73	.70	4.01	3.40	4.51	.074	
Dec.	1.10	+ .04	4.54	.70	4.10	3.44	4.34	.073	
Av.	\$ 1.10	\$ - .008	\$4.22	\$.60	\$3.72	\$3.15	\$3.988	\$.071	
1961									
Jan.	\$ 1.10	\$ - .06	\$4.48	\$.70	\$4.14	\$3.42	\$4.26	\$.073	
Feb.	1.10	- .02	4.50	.70	4.12	3.24	4.26	.073	
Mar.	.90	- .02	4.12	.45	3.69	3.23	3.94	.073	
Apr.	.90	- .02	4.11	.45	3.68	3.23	3.91*	.073	
May	.90	.00	4.13	.45	3.68	3.19	3.84*	.073	
June	.90	+ .02	4.11	--	3.30	3.12	3.76*	.073	
July	1.10	+ .02	4.24	--	3.31	3.15	3.95*	.073	
Aug.	1.30	- .04	4.41	--	3.33	3.17	4.13	.073	
Sept.	1.30	- .06	4.41	--	3.33	3.18	4.16	.073	
Oct.	1.30	- .04	4.44	--	3.33	3.19	4.12	.073	
Nov.	1.30	+ .02	4.51	--	3.32	3.21	4.22	.073	
Dec.	1.10	- .02	4.29	--	3.34	3.19	4.00	.073	
Av.	\$ 1.10	\$ - .018	\$4.31	\$.55	\$3.55	\$3.21	\$4.05	\$.073	
1962									
Jan.	\$ 1.10	\$ - .12	\$4.17	\$ --	\$3.34	\$3.18	\$3.92	\$.073	
Feb.	1.10	- .10	4.18	--	3.33	3.14	3.92	.073	
Mar.	.90	- .10	4.09	--	3.32	3.06	3.85	.073	
Apr.	.90	- .08	4.03	--	3.14	2.93	3.69*	.070	
May	.90	- .04	3.91	--	3.09	2.90	3.55*	.070	
June	.90	- .04	3.87	--	3.08	2.89	3.54*	.070	
July	1.10	- .06	4.05	--	3.08	2.90	3.71*	.070	
Aug.	1.30	- .04	4.29	--					

* The price shown here is the weighted average of the base price and the excess price.

SOUTH BEND-LAPORTE-ELKHART, INDIANA, MILK MARKET NEWS

Vol. VI, No. 8

UTILIZATION AND CLASSIFICATION OF MILK

August 1962

CLASS I	July 1962 Reported Data		July 1961 Audited Data	
	Product Pounds	Butterfat Pounds	Product Pounds	Butterfat Pounds
Milk	8,907,327	314,431	9,245,228	330,462
Skim Milk	130,045	111	154,666	199
Fortified Skim Milk	713,063	15,200	577,779	12,231
Buttermilk	89,329	840	91,624	749
Flavored Milk & Drink	277,208	8,551	247,944	6,167
Cereal Mixture	154,873	19,251	162,611	20,059
Coffee Cream	10,729	2,142	16,386	3,221
Whipping Cream	19,965	7,723	22,237	8,549
Sour Cream	14,355	2,724	16,529	3,123
"900" Diet	--	--	322	5
Total Class I Utilization	10,316,894	370,973	10,535,326	384,765
Add: Class I Shrinkage	61,565	5,092	63,736	3,381
Subtract: Other Source Receipts	338	338	--	--
Subtract: Overage	--	--	--	--
Net Class I	10,378,121	375,727	10,599,062	388,146
<u>CLASS II</u>				
Used to Produce Cottage Cheese	322,461	5,676	677,331	10,038
Subtract: Other Source Receipts	38	38	--	--
Subtract: Overage	--	--	--	--
Net Class II	322,423	5,638	677,331	10,038
<u>CLASS III</u>				
Class III Products	3,732,456	170,939	3,455,234	154,918
Inventory Variation	411,840	7,376	214,054	4,886
Total Class III Utilization	4,144,296	178,315	3,669,288	159,804
Add: Class III Shrinkage	246,095	7,180	245,427	5,338
Subtract: Other Source Receipts	240,739	22,153	114,305	18,043
Subtract: Overage	2,562	684	1,061	59
Net Class III	4,147,090	162,658	3,799,349	147,040
TOTAL PRODUCER RECEIPTS	14,847,634	544,023	15,075,742	545,224

MISCELLANEOUS INFORMATION

	July 1962	June 1962	July 1961
Average Daily Production	478,956#	534,881#	486,314#
July 1962 Production Compared With - Class I Daily Average	-- 332,803#	- 10.46% 353,276#	- 1.51% 339,849#
July 1962 Sales Compared With -	--	- 5.80%	- 2.07%
Number of Producers	694	698	715
Daily Herd Production	690#	766#	680#
Av. Test of Producer Milk Received	3.6640%	3.6583%	3.6166%
Total Value Paid Producers	\$568,568.29	\$587,388.50	\$608,655.93
Av. Monthly Milk Check Per Farm	\$ 819.26	\$ 841.53	\$ 851.27
Av. Daily Milk Check Per Farm	\$ 26.43	\$ 28.05	\$ 27.46

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK

<u>Year</u>	<u>CLASS I</u>		<u>CLASS II</u>		<u>CLASS III</u>		<u>Total Producer Receipts</u>
	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	<u>Pounds</u>	<u>Percent</u>	
1953	7,342,338	75.6	--	--	2,369,395	24.4	9,711,733
1954	7,272,928	70.4	--	--	3,058,935	29.6	10,331,863
1955	8,692,563	76.3	--	--	2,695,649	23.7	11,388,212
1956	10,125,716	75.4	--	--	3,302,901	24.6	13,428,617
1957	11,720,328	70.8	1,107,967	6.7	3,725,823	22.5	16,554,118
1958	13,517,112	73.0	1,310,449	7.1	3,685,335	19.9	18,512,896
1959	16,589,993	76.9	1,211,475	5.6	3,769,307	17.5	21,570,775
<u>1960</u>							
Jan.	16,630,974	72.7	1,303,077	5.7	4,946,776	21.6	22,880,827
Feb.	16,117,168	73.6	1,345,884	6.2	4,424,792	20.2	21,887,844
Mar.	17,371,361	75.1	1,512,205	6.5	4,260,340	18.4	23,143,906
Apr.	16,321,608	72.9	1,491,301	6.7	4,585,248	20.4	22,398,157
May	16,103,616	62.3	1,389,314	5.4	8,362,376	32.3	25,855,306
June	16,240,464	66.1	1,453,867	5.9	6,883,339	28.0	24,577,670
July	17,332,311	75.2	1,431,813	6.2	4,285,299	18.6	23,049,423
Aug.	17,706,937	80.5	1,735,935	7.9	2,564,449	11.6	22,007,321
Sept.	19,290,559	81.5	1,523,672	6.4	2,850,771	12.1	23,665,002
Oct.	19,063,274	74.9	1,552,857	6.1	4,841,457	19.0	25,457,588
Nov.	18,615,975	79.3	1,438,390	6.1	3,419,799	14.6	23,474,164
Dec.	19,183,826	77.7	1,325,496	5.4	4,184,235	16.9	24,693,557
Av.	17,498,173	74.3	1,458,651	6.3	4,634,073	19.4	23,590,897
<u>1961</u>							
Jan.	19,690,835	75.4	1,428,275	5.5	4,975,674	19.1	26,094,784
Feb.	17,464,772	75.9	1,421,718	6.2	4,129,407	17.9	23,015,897
Mar.	12,420,107	75.6	382,047	2.3	3,627,652	22.1	16,429,806
Apr.	11,484,078	73.4	318,468	2.0	3,848,568	24.6	15,651,114
May	11,792,418	67.0	321,915	1.8	5,481,802	31.2	17,596,135
June	9,830,977	63.8	313,085	2.0	5,264,837	34.2	15,408,899
July	10,613,606	70.4	675,908	4.5	3,790,475	25.1	15,079,989
Aug.	11,084,817	75.8	693,508	4.7	2,844,025	19.5	14,622,350
Sept.	10,923,499	77.5	326,563	2.3	2,837,715	20.2	14,087,777
Oct.	12,181,290	73.3	338,433	2.0	4,105,238	24.7	16,624,961
Nov.	11,955,642	76.4	289,822	1.9	3,393,575	21.7	15,639,039
Dec.	11,801,030	72.3	279,474	1.7	4,250,327	26.0	16,330,831
Av.	12,603,589	73.1	565,768	3.1	4,045,775	23.8	17,215,132
<u>1962</u>							
Jan.	12,231,118	73.2	330,249	2.0	4,148,001	24.8	16,709,368
Feb.	11,188,371	73.3	389,585	2.6	3,678,047	24.1	15,256,003
Mar.	12,417,545	73.9	483,171	2.9	3,899,565	23.2	16,800,281
Apr.	11,110,184	68.6	364,144	2.2	4,732,699	29.2	16,207,027
May	11,414,525	63.7	340,658	1.9	6,176,413	34.4	17,931,596
June	10,651,666	66.4	300,014	1.9	5,079,736	31.7	16,031,416
July	10,378,121	69.9	322,423	2.2	4,147,090	27.9	14,847,634